## LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317)232-9855

## ADMINISTRATIVE RULE FISCAL IMPACT STATEMENT

**PROPOSED RULE:** 01-118 **DATE PREPARED:** Aug 2, 2001 **STATE AGENCY:** Bureau of Motor Vehicles Commission **DATE RECEIVED:** July 12, 2001

FISCAL ANALYST: James P. Sperlik PHONE NUMBER: 232-9866

Digest of Proposed Rule: This proposal readopts rules in accordance to IC 4-22-2.5-2, which provides that all rules of Indiana Administrative agencies expire seven years after their adoption. (Those rules in force on December 31, 1995, will expire on January 1, 2002.) This proposal readopts and amends IAC 140 IAC 8-1-3 to require six (6) month employee performance evaluations, 140 IAC 8-2-1 and IAC 8-2-2 to include the procurement of services under the Bureau of Motor Vehicles Commission (BMVC) procurement system, 140 IAC 8-2-3 and 140 IAC 8-2-4 to increase the threshold amounts required for compliance under the procurement system for any applicable procurement, including the procurement for services, and 140 IAC 8-3-1.1 to increase the service charge and clarify the definition of "low numbered motor vehicle registration plate" to include truck plates and speciality plates. The rule repeals 140 IAC 8-3-2. It readopts and amends 140 IAC 8-3-3, 140 IAC 8-3-4, 140 IAC 8-3-5, and 140 IAC 8-3-8 to increase service charges. The rule amends 140 IAC 8-3-12, IAC 8-3-13, 140 IAC 8-3-14, IAC 8-3-15. 140 IAC 8-3-16. 140 IAC 8-3-17, 140 IAC 8-3-18, 140 IAC 8-3-19, 140 IAC 8-3-20 to increase service charges. It adds rules to establish service charges for processing duplicate and replacement license plates, duplicate titles, watercraft titles, delinquent water titles, hull identification number applications, delinquent registrations, and delinquent license renewals. This rule is effective January 1, 2002.

**Governmental Entities:** State. This proposed rule places no unfunded mandates upon state government.

The proposed rule puts into writing the current policy of the BMVC as it relates to procurement and the hiring and evaluation of BMVC employees. This part of the rule will have no fiscal impact.

The proposed rule also increases a variety of fees collected by the BMVC. These proposed fee increases apply to all types of vehicle registration, drivers licenses and permits, titles, both vehicular and watercraft, and miscellaneous fees. The average fee increase amounts to about \$3 per type of transaction, with a few set at \$4, \$5 and \$7. The increase in annual revenue is estimated at \$40 million. A spreadsheet is available at Legislative Services Agency which shows the number and type of transaction for Calendar Year 2000, the current fee, the proposed fee increase, the new fee, and the estimated increase in annual revenue. The specific impact over time will depend upon the number of transactions which occur.

Local: This rule places no unfunded mandates upon any local government unit.

## **Regulated Entities:**

The regulated entities affected by this proposed rule are the owners of motor vehicles which must be registered

and titled with the Bureau of Motor Vehicles, and which require a license and/or a permit to operate. Also, affected are the owners of watercraft requiring titling and or registration.

<u>Information Sources:</u> Vince Harrington, Controller of the Bureau of Motor Vehicles, 232-1044; Jane Morrical, Director of Treasury of the Bureau of Motor Vehicles, 232-2822; Cash Audit of the Bureau of Motor Vehicles for Calendar Year 2000.